

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1923 - SB 1917

March 11, 2016

SUMMARY OF BILL: Authorizes a person licensed to offer flex loans, in the event of a customer default, to recover from the customer all collection and court costs if the flex loan plan, security agreement or a similar instrument so provides, without first referring the customer's account to an attorney for collection.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumption:

- The Department of Financial Institutions will not incur a significant increase in expenditures to ensure compliance with the provisions of the proposed legislation.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumptions:

- Currently, a person licensed to offer flex loans must refer a defaulting customer's account to an attorney in order to recover from the customer all collection and court costs.
- Enabling such person to recover such costs without making a referral is not estimated to result in a significant increase in business revenue to the flex loan industry.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

/bos

HB 1923 - SB 1917